

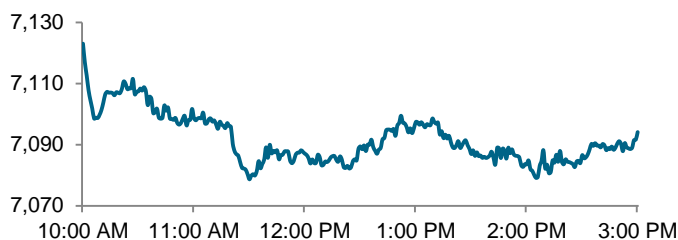
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



DECEMBER 14, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,094	-0.4	0.1	-1.6	16.7
Saudi (NOMU)	3,067	1.2	2.9	NA	NA
Energy	4,057	-0.7	0.0	-18.5	14.4
Materials	4,892	-0.2	0.4	-1.8	20.1
Capital Goods	4,280	-0.3	2.9	-14.2	14.6
Com. & Prof. Svc	4,027	-1.0	1.2	-20.2	18.4
Transportation	3,905	-0.7	1.3	-23.4	15.1
Cons. Durables & Apparel	4,049	-0.1	1.1	-12.8	NA
Consumer Services	3,659	-0.4	0.8	-24.3	11.9
Media	7,825	0.9	-0.3	52.8	NA
Retailing	5,589	-0.3	-1.3	13.8	18.4
Food & Staples Retailing	5,531	-0.9	-1.4	9.5	24.6
Food & Beverages	4,993	-0.9	0.5	1.9	43.4
Health Care Equipment	4,443	0.1	0.3	-11.5	23.9
Pharma, Biotech & Life Science	3,865	0.5	1.4	-28.2	9.6
Banks	5,326	-0.4	0.0	4.7	10.9
Diversified Financials	3,862	-0.2	0.9	-22.6	NA
Insurance	4,663	-0.6	-0.4	-5.1	16.5
Telecommunication	4,214	-0.2	-0.5	-15.8	14.1
Utilities	4,932	-9.5	-4.3	1.5	9.7
REITs	4,568	-0.8	-1.0	-8.6	NA
Real Estate	4,778	1.7	1.1	-4.7	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	13.65	9.8%	1,078.6
Saudi Chemical Co.	32.54	4.0%	18.4
Methanol Chemicals Co.	9.22	3.0%	92.9
Etihad Atheeb Telecommunication Co.	7.32	2.8%	8.7
Knowledge Economic City	13.13	2.7%	29.3

Source: Tadawul

Upcoming General Assembly Meetings

Company	Proposed Date
United Cooperative Assurance Co.	14-Dec-17
Al Alamiya for Cooperative Insurance Co.	14-Dec-17
National Medical Care Co.	14-Dec-17
Abdullah A. M. Al-Khodari Sons Co.	14-Dec-17
Saudi Research and Marketing Group	17-Dec-17
Al-Jouf Agricultural Development Co.	17-Dec-17

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 14, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI declined 0.4% to close at 7,094 on Wednesday. The NOMU ended 1.2% higher at 3,067. TASI traded value totaled SAR 4.2bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 60.2% of the daily traded value.
- Banks and Materials declined 0.4% and 0.2% respectively. Telecom ended 0.2% lower. Real Estate (up 1.7%) was the best performer. Among stocks, Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB), Saudi Chemical Co. (2230/SCCO AB), and Methanol Chemicals Co. (2001/CHEMANOL AB) led gainers.
- Electricity and Cogeneration Regulatory Authority announced new electricity tariffs as part of plans to gradually raise energy prices starting January 1, 2018. (Source: Argam)
- The Saudi Arabian Monetary Authority (SAMA) raised its reverse repo rate by 25 basis points to 1.5% after the US Federal Reserve tightened policy. However, SAMA kept its repo rate unchanged at 2.0%. (Source: Zawa)
- Citing the Minister of Energy, Industry, and Mineral Resources, Reuters reported the country would establish an export bank with a capital of SAR 30bn (USD 8bn). The new facility would support and encourage exports. (Source: Mubasher)
- Saudi Press Agency reported the Ministry of Commerce and Investment revealed a market control plan, wherein inspection field visits would be conducted to ensure that the Citizen's Account program is not misused. (Source: Argam)
- The Saudi Arabian Oil Company revealed it signed memorandums of understanding (MoUs) worth at least SAR 39bn (USD 10.4bn) with domestic and global companies on December 13. (Source: Mubasher)
- The BoD of Alinma Bank (1150/ALINMA AB) recommended a cash dividend of SAR 0.8 per share for 2017. This implies a full-year yield of 4.4% for 2017. (Source: Tadawul)
- The BoD of Dallah Healthcare Holding Co. (4004/DALLAH AB) recommended a cash dividend of SAR 2.5 per share for 2017. This implies a full-year yield of 2.5% for 2017. (Source: Tadawul)
- The BoD of Filing & Packing Materials Manufacturing Co. (2180/FIPCO AB) recommended withholding cash dividends for 2017 to finance expansion plans. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Electricity Co.	22.98	-9.7%	416.5
Saudi Company for Hardware	108.22	-4.1%	3.6
Southern Province Cement Co.	45.97	-3.7%	6.3
National Gas & Industrialization Co.	30.86	-3.6%	9.0
Makkah Construction & Development Co.	83.13	-3.4%	44.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	13.65	9.8%	1,079
Alinma Bank	18.15	-0.1%	450
Saudi Electricity Co.	22.98	-9.7%	417
Saudi Basic Industries Corp.	101.26	0.0%	311
Saudi Kayan Petrochemical Co.	10.47	2.0%	280

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,404	-1.4	0.3	-3.6	21.5
Abu Dhabi (ADX)	4,384	0.1	2.5	-3.6	15.7
Kuwait (KSE)	6,238	0.7	0.8	8.5	15.0
Qatar (QE)	8,207	2.2	5.6	-21.4	13.3
Oman (MSM)	5,066	0.3	0.0	-12.4	12.2
Bahrain (BSE)	1,264	0.0	-0.3	3.6	7.0
DJMENA Index	514	-0.1	1.0	-1.1	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,663	0.0	0.4	18.9	22.4
US (NASDAQ 100)	6,876	0.2	0.5	27.7	23.8
UK (FTSE 100)	7,497	-0.1	1.4	5.0	22.3
Germany (DAX)	13,126	-0.4	-0.2	14.6	19.2
France (CAC 40)	5,399	-0.5	0.0	11.0	18.6
Russia (MICEX)	2,132	-1.3	1.3	-3.4	7.2
Japan (Nikkei)	22,758	-0.5	-0.2	18.9	19.5
Hong Kong (HSI)	29,222	1.5	2.0	32.8	13.6
South Korea (KOSPI)	2,481	0.8	0.7	22.4	10.9
China (SHCOMP)	3,303	0.7	0.4	6.4	16.6
India (NIFTY)	10,193	-0.5	-0.7	24.5	23.1
Brazil (IBOV)	72,914	-1.2	0.3	21.1	18.1
Turkey (BIST 100)	1,08,153	-0.8	0.2	38.4	9.4
Egypt (EGX30)	14,651	0.4	2.5	18.7	9.3
MSCI Emerging Markets	1,119	0.6	0.7	29.8	15.4
MSCI World	2,084	0.0	0.5	19.0	21.4

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.4	-1.4	-1.5	9.9	12.1
Natural Gas (\$/mmbtu)	2.7	1.4	-2.1	-28.2	-24.8
Gold (\$/oz)	1,256	0.9	0.6	9.0	8.0
Silver (\$/oz)	16.1	2.2	1.4	1.0	-5.9
Platinum (\$/oz)	888	0.8	-0.1	-1.7	-4.7
Copper (\$/t)	6,692	1.0	2.4	21.2	16.4
Zinc (\$/t)	3,153	0.0	2.0	23.3	16.2
Lead (\$/mt)	2,515	-0.1	3.6	26.7	8.9
Wheat (\$/bu)	417	1.5	-0.5	-12.8	-13.5
Corn (\$/bu)	349	0.4	-1.1	-10.3	-12.4
Sugar (\$/lb)	13.9	0.6	-1.4	-25.5	-23.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.57	0.00	0.58	0.00
Saudi Arabia	1.88	0.01	-0.16	0.30
UAE	1.72	0.00	0.24	0.14
Kuwait	1.75	0.00	0.31	0.18
Qatar	2.55	-0.10	0.77	0.98
Bahrain	2.60	0.00	0.50	1.03

Source: Reuters

NOTES: (1) Prices updated as of December 14, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Wednesday. The S&P 500 closed flat while NASDAQ closed 0.2% higher. Dow Jones Industrial ended 0.3% higher. In Europe, the UK closed 0.1% lower while Germany and France declined 0.4% and 0.5% respectively.
- Asian markets are trading mixed on Thursday. China and Japan both are down by 0.2%. South Korea is up by 1.0% while Hong Kong is trading flat. India is up by 0.1% in morning trade.
- GCC markets ended mixed on Wednesday. Dubai closed 1.4% lower while Abu Dhabi closed 0.1% higher. Kuwait and Qatar gained 0.7% and 2.2% respectively. Oman ended 0.3% higher while Bahrain ended flat.
- Change in US CPI for the month of November 2017 stood at 0.4% M/M, 2.2% Y/Y (prior: 0.1% M/M, 2.0% Y/Y; consensus: 0.4% M/M, 2.2% Y/Y). (Source: Econoday)
- According to the US EIA Petroleum status report, crude oil inventories declined by 5.1mn barrels for the week ended December 8. (Source: Econoday)
- The US Federal Reserve increased interest rates by 25bps, to a target range of 1.25% to 1.50%. The Fed maintained its forecast for three interest rate hikes (of 25bps each) in 2018 and 2019. (Source: Mubasher)
- OPEC, in its monthly report, lowered its estimate of global demand for its crude in 2018 by 270,000 barrels per day (bpd) to 33.15mn bpd, in part due to higher US supply. (Source: Zawya)
- Moody's Investors Service expects the higher oil prices and continued public spending to support the stable 2018 outlook on non-financial companies in the countries of GCC. (Source: Mubasher)
- The Statistics Centre Abu Dhabi revealed the consumer prices in Abu Dhabi edged up 0.6% Y/Y in November, bringing inflation in the first 11 months of 2017 to 1.6%. (Source: Gulf Base)
- The Governor of the Central Bank of the UAE stated that Saudi Arabia and the UAE are considering issuance of a tradable digital currency to facilitate cross-border transactions and payments. The planned e-currency would be among the parallel currencies used in transactions with regional and domestic peers. (Source: Argam)
- The Central Bank of the UAE expects the country's non-oil sector to grow 3.0% Y/Y in 2017, up from 2.7% Y/Y in 2016. However, GDP is projected to grow only 1.6% Y/Y in 2017, down from 3.0% Y/Y in 2016. (Source: Gulf Base)
- Citing a report by the Central Bank of the UAE, WAM reported expatriate remittances from the UAE increased 2.1% Y/Y to AED 121bn (USD 33bn) during the first nine months of 2017 from AED 119bn (USD 32.3bn). (Source: Trade Arabia)
- UAE-based Abraaj Group announced it entered into a definitive agreement to purchase a significant minority stake in Société Nationale des Télécommunications (Tunisie Telecom) from Emirates International Telecommunications. (Source: Arabian Business)

Coming Up

- US jobless claims for the week ended December 9 (prior: 236K; consensus: 239K) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 15 (prior: -5.1mn barrels) will be announced on December 20. (Source: Econoday)
- Change in US Real GDP for 3Q17 (prior: 3.3% Q/Q) will be announced on December 21. (Source: Econoday)

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